

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House
(317) 232-9855

FISCAL IMPACT STATEMENT

LS 6702

BILL NUMBER: SB 320

DATE PREPARED: Feb 21, 2001

BILL AMENDED: Feb 20, 2001

SUBJECT: Lead Poisoning Prevention.

FISCAL ANALYST: Bernadette Bartlett

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FUNDS AFFECTED: X

X

**GENERAL
DEDICATED
FEDERAL**

IMPACT: State

Summary of Legislation: (Amended) This bill amends restrictions on lead-based paint activities. It sets the times for expiration and renewal of lead-based paint activities licenses, adjusts training requirements for licensure, provides for the issuance of licenses for clearance examiners, provides for training for clearance examiners, prohibits the use of certain methods to remove lead-based paint, and requires that removed paint be discarded. The bill establishes an exception under certain circumstances to paint removal and removed paint discarding restrictions for work on a home by the homeowner. It establishes the position of lead-safe interagency coordinator.

Effective Date: July 1, 2001.

Explanation of State Expenditures: (Revised) Expanding the issuance period of all disciplines of lead-based paint activity licenses from a one-year period to a two-year period may have a minimal fiscal impact on the Department of Environmental Management (IDEM). The application/renewal fees range from \$50-\$150, depending on the discipline. The fee revenue is deposited into the Lead Trust Fund. IC 13-17-14-6(f) provides that money in the fund must be used to pay expenses of administering the program and to cover other costs related to implementation of 40 CFR 745 for lead-based activities in target housing and child-occupied facilities. The fee covers the cost of administering the licensing program. Expanding the issuance period from a one-year to a two-year period may result in less money being available to cover costs related to implementation of 40 CFR 745.

The proposal also requires IDEM to add the discipline of clearance examiners to rules pertaining to lead-based paint activity licences. Additional costs associated with rulemaking could be absorbed given the current IDEM budget. Any additional administrative costs resulting from adding the discipline of clearance examiner and clearance examiner training courses will be offset by the additional application/renewal fees which are designed to cover administrative costs.

Expenses associated with the lead-safe interagency coordinator would be minimal and absorbed with existing

IDEM resources.

Any expenses associated with enforcement of work practice requirements would be absorbed with existing resources.

Explanation of State Revenues: Expanding the issuance period of all disciplines of lead-based paint activity licenses from a one-year period to a two-year period may reduce revenues collected by a minimal amount. Application/renewal fees range from \$50-\$150. The fee revenue is deposited in the Lead Trust Fund. For FY 1999, \$14,050 was deposited in the fund with \$5,400 deposited in FY 2000.

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: (Revised) Department of Environmental Management.

Local Agencies Affected:

Information Sources: Erika Seydel Cheney, Director of the Office of Business and Legislative Relations, IDEM, (317) 232-8598.